UNITED STATES BANKRUPTCY COURT DISTRICT OF NEW JERSEY CASE NO. 07-15195 (MS)
CHAPTER 11



In re BAYONNE MEDICAL CENTER, :

ORIGINAL

Debtor,

ALLEN D. WILEN,

DEPOSITION OF:

Plaintiff,

HERMAN BROCKMAN

-VS-

BAYONNE/OMNI DEVELOPMENT, LLC, et al.,

Defendants.

BEFORE:

SHARON B. STOPPIELLO, a Certified Court
Reporter and Notary Public of the State of New
Jersey, at the offices of EDWARDS, ANGELL, PALMER &
DODGE, L.L.P., One Giralda Farms, Madison, New
Jersey, on MONDAY, MARCH 29, 2010, commencing at
12:28 p.m., pursuant to Notice.

Case 09-01689-MS Doc 47-17 Filed 05/06/11 Entered 05/06/11 10:01:44 Desc 73 Exhibit #93 - #96 Page 3 of 20		
1	A Okay.	
2	Q Have you seen this document before	
3	today?	
4	A It's a promissory note. No. Before today?	
5	Q Yes.	
6	A Yeah, I saw it, I believe, before the	
7	closing, when he told me about the \$1,000,000 note.	
8	Q Going back to your 2004 Examination.	
9	.A What page?	
10	Q We'll start at Page 32, at Line 21.	
11	I'll read it into the record, it's short.	
12	"QUESTION: Do you have a	
13	recollection of discussing a promissory note	
14	during that meeting?"	
15	This is a referring to a meeting that you	
16	had with Mr. Eisenreich.	
17	"ANSWER: It probably was, because	
18	Mr. Eisenreich told me that he had lent the	
19	hospital through Mr. Evans \$1,000,000.	
20	"QUESTION: When did Mr. Eisenreich	
21	tell you that?	
22	"ANSWER: A couple of days before the	
23	closing. I believe it was in the beginning	
24	of December." I'm continuing.	
25	"QUESTION: So sometime in early	

Case	e 09-01689-MS Doc 47-17 Filed 05/06/11 Entered 05/06/11 10:01:44 Pese 74 Exhibit #93 - #96 Page 4 of 20
1	December it's your recollection that that's
2	when Mr. Eisenreich advised you that he
3	personally had loaned \$1,000,000 to the
. 4	hospital?
5	"ANSWER: I don't know if it was him
6	personally or his corporation, I don't know
7	it was. He said that he lent \$1,000,000 to
8	the hospital.
9	"QUESTION: Is that the first that
10	you had ever learned that he had loaned
11	\$1,000,000 to the hospital?
12	"ANSWER: Yes. In fact, I told him I
13	knew nothing about it.
14	"QUESTION: What did he say in
15	response to that?
16	"ANSWER: He said, 'You signed it.'
17	I said, 'I did not sign it.'"
18	Are those answers to those questions
19	accurate?
20	A Yes.
21	Q When he said, "You signed it," and
22	you said, "I did not sign it," is that when he
23	produced a copy of the note, which you testified to
24	earlier?
25	A I believe so.

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Filed 05/06/11 Entered 05/06/11 10:01:44
Case 09-01689-MS
                Doc 47-17
     Exhibit #93 - #96 Page 5 of 20
Uniform Commercial Code, also known as UCC financing
 1
     statement to sign in connection with the $1,000,000
 2
     payment that the Omni entity made to the hospital?
 3
            Not that I recall, no.
 4
                    Did Carrie Evans ever tell you that
 5
            Q
     she wanted you to sign a UCC financing statement for
 6
     the hospital to secure the repayment of the
 7
     $1,000,000 payment?
 8
 9
     Α
            No.
                    Did anyone ever tell you that you
10
            Q
     were being asked to sign a UCC financing statement
11
     in order to secure the repayment of the $1,000,000
12
     payment that the Eisenreich entity had made to the
13
     hospital?
14
            No.
15
                    Did anyone ever tell you that Robert
16
            0
     Burney agreed in your absence to sign a UCC
17
     financing statement to secure the repayment of the
18
     $1,000,000 to the Eisenreich entity?
19
            No.
20
     Α
                    Right behind D-7 is D-8 in that
21
            Q
     package of exhibits, a document entitled "Corporate
22
     Resolution." Look at it, if you would, please.
23
             Okay.
24
     Α
                    Can you authenticate the signature of
```

25

Q

Case 09-01689-MS Doc 47-17 Filed 05/06/11 Entered 05/06/11 10:01:44 Deg 78 Exhibit #93 - #96 Page 6 of 20 Robert H. Evans on this document? 1 2 Yes. Α Is the signature that purports to be 3 Q that of Herman Brockman on this document genuine or 4 5 not? 6 No. Α Do you know who signed the name 7 Q Herman Brockman on this document? 8 9 Α No. Has anyone ever told you that they 10 know who signed the name Herman Brockman on this 11 12 document? No. 13 Α Do you suspect who signed the name 14 Herman Brockman on this document? 15 16 No. Α Has anyone ever told you that they 17 suspect who it was who signed your name on this 18 document? 19 20 No. Α Do you know when this document was 21 Q prepared? 22 23 Α No. Do you know who prepared it? 24 . Ŏ 25 Α No.

DEPOSITION OF:

CAROLINE EVANS

VOLUME II

: (Pages 230-412)

UNITED STATES BANKRUPTCY COURT DISTRICT OF NEW JERSEY CASE NO. 07-15195 (MS)
CHAPTER 11

In re BAYONNE MEDICAL CENTER, :

Debtor,

BAYONNE MEDICAL CENTER,

Debtor and

Debtor-in-Possession; and

ALLEN D. WILEN, in his

capacity as Liquidating

Trustee and Estate

Representative for the Estate :

of Debtor, Bayonne Medical

Center,

Plaintiff,

Defendants. :

-vs-

BAYONNE/OMNI DEVELOPMENT, L.L.C., a New Jersey limited

liability company; et al.,

BEFORE:

SHARON B. STOPPIELLO, a Certified Court
Reporter and Notary Public of the State of New
Jersey, at the offices of CONNELL FOLEY, L.L.P., 85
Livingston Avenue, Roseland, New Jersey, on TUESDAY,
JUNE 1, 2010, commencing at 9:27 a.m., pursuant to
Notice.

- 1 it to you and ask you one or two questions about it.
- 2 It begins June 23, 2006 at 11:59 a.m. from Connie
- 3 Tauber. Do you know who Connie Tauber is?
- 4 A. She works for Omni.
- 5 Q. To Carrie Evans, and it says, "Is the
- 6 account name Bayonne Medical Center?" Then on the
- 7 same date at 12:10 Carrie Evans to Connie Tauber,
- 8 "Yes, the account is Bayonne Medical Center. I
- 9 mentioned to Avery that Mr. Brockman was not here on
- 10 Friday. I got his signature yesterday, and then he
- 11 left and then I got the correct UCC document. I can
- 12 have him sign on Monday or I can have Rob sign today
- 13 and fax it over now."
- And the end of this e-mail chain is Avery to
- 15 Carrie, June 23 at 12:10 p.m., "No problem, have Rob
- 16 sign it. Thanks." And then it ends with Carrie
- 17 Evans to Avery, same date at 12:13 p.m., "Okay."
- 18 A. Okay.
- 19 Q. Have you seen that document?
- MR. FALANGA: Object to the form.
- 21 A. Yeah. I mean, I'm on it, so yes, I
- 22 probably have seen it before. But there's something
- 23 missing here between these two things (indicating).
- 24 O. I can only tell you this is the way I
- 25 received it. I can't improve upon it today.

```
Page 263
                   This is the end of the e-mail.
            Α.
1
                                The balance of the
                   MR. SAMSON:
 2
     e-mail from Angelo Elmo to Carrie Evans.
3
                   THE WITNESS: Who's Angelo Elmo?
 4
                   I can't tell you. I'm just asking
 5
            Q.
     you a question about that page.
 6
                   MR. SAMSON: Just testify that you've
7
     seen a portion of the document.
8
                   I've seen a portion of the document,
 9
            Α.
10
     yes.
                   And have you had a chance to read it?
            Q.
11
                   Hold on. Okay, I've read it.
12
            ·A.
                   Now, does that help refresh your
            Q.
13
     recollection that in June of '06 you communicated
14
     with Avery to tell him that the promissory note had
15
     been signed by Herman Brockman?
16
                   Yes.
            Α.
17
                   MR. FALANGA: Object to the form.
18
                   How did you know when you
19
            Q.
     communicated to Avery on June 23, '06 that Herman
20
     Brockman had signed the note? How did you know at
21
     that point that Herman Brockman had signed the
22
23
     noted?
                                  Object to the form.
                   MR. FALANGA:
24
                    I don't know exactly how I knew.
25
            Α.
```

- 1 Either I had it or I was told he signed it, either
- 2 one of those.
- 3 Q. Do you remember, and then I think I
- 4 can be done with it, do you remember that Avery or
- 5 Avery's office asked you for a UCC or a Uniform
- 6 Commercial Code document in connection with this
- 7 loan transaction?
- 8 MR. FALANGA: Object to the form.
- 9 A. As I said before, I remember they
- 10 asked for a document. I didn't know what they were
- 11 referring to it as, but there was another document
- 12 involved. I didn't know the name of it.
- MR. GRUEN: Mark this for me, please.
- 14 (E-mail chain, top one dated 6/22/06
- 15 from Connie Tauber to Carrie Evans, is
- 16 received and marked Carrie Evans-6 for
- identification by the Reporter.)
- 18 Q. This is a document dated June 22, '06
- 19 from Connie Tauber to Carrie Evans, "Subject: Here
- 20 we go. " Text, "The UCC is under separate cover."
- 21 Can you identify this document?
- 22 A. It's an e-mail from Connie to me, and
- 23 attached is a copy of the corporate resolution and a
- 24 copy of the promissory note.
- 25 Q. Did you receive something called "the

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Exhibit #93 - #96 Page 14 of 20

- 1 Tauber was requiring a UCC as part of the loan
- 2 transaction?
- MR. FALANGA: Object to the form.
- A. At the time it was my understanding
- 5 she needed that document back, yes.
- Q. And that was the document that had
- 7 been sent under cover of the e-mail of June 22 at
- 8 4:41 p.m. that we marked as Exhibit 38; is that
- 9 correct?
- 10 MR. FALANGA: Object to the form.
- 11 A. Yes.
- 12 Q. And then if you would jump to 17, BMC
- 13 17 in Exhibit 38, it purports to be an e-mail from
- 14 Connie Tauber to you. I ask you to identify it.
- 15 A. It's from Connie to me dated
- 16 July 13th, and it says, "I never received the
- 17 original UCC signed. I really need an original.
- 18 Please arrange that it goes out overnight."
- 19 Q. Do you remember receiving this
- 20 e-mail?
- 21 A. Yes.
- 22 Q. And what, if anything, did you do in
- 23 response to this e-mail?
- 24 . A. I don't remember that.
- 25 Q. Do you know whether a signed UCC was

Case 09-01689-MS Doc 47-17 Filed 05/06/11 Entered 05/06/11 10:01:44 Desc Exhibit #93 - #96 Page 15 of 20 Page 268 ever provided to or delivered to the Omni side? 1 MR. FALANGA: Object to the form. 2 Well, I know the document was signed, 3 Α. yes. The UCC was signed? 5 Q. Yes. Α. 6 How do you know that the UCC was 7 Q. 8 signed? Because I know that Rob signed it. 9 Α. And by "Rob" you mean Rob Burney? Q. 10 No, Rob Evans signed it. 11 Α. I'm sorry. Rob Evans signed the UCC 12 Q. document in the same form as we saw attached at 13 Exhibit 38? 14 That was the form that I was 15 Α. referring to. 16 Do you know if that document was ever 17 0. delivered to Omni or Eisenreich or Connie? 18 Absolutely? I don't remember when it 19 Α. was, but I think it was. 20 Look at the next page, which is BMC Q. 21 This purports to be a July 18th e-mail 22 Bates 20. from Connie to you. Can you identify this? 23 It says, "Enclosed please find an

original UCC. Please have it signed and overnight

Α.

24

25

Exhibit #93 - #96 Page 16 of 20

- 1 it back to me."
- 2 Q. Do you recall receiving this e-mail?
- 3 A. No, but I remember the discussions
- 4 surrounding the document.
- 5 Q. Can you recall those for the record,
- 6 please?
- 7 A. She needed these forms signed and
- 8 then she needed the original, something with an
- 9 original signature.
- 10 Q. Had the form that Exhibit 38 suggests
- 11 that was sent to you on June 22 been misplaced and
- 12 that's why she was sending it again?
- 13 A. I don't remember, Mr. Gruen.
- 14 O. And is it your testimony, then, that
- 15 you did have it signed and sent back to Connie?
- 16 A. I do remember giving it to Susan, to
- 17 Rob's secretary, saying this is part of the
- 18 documents. I do, I do remember that.
- 19 Q. And it was after that that Rob signed
- 20 it?
- 21 MR. FALANGA: Object to the form.
- 22 A. It was blank when I gave it to her.
- Q. So for sure it was after that that
- 24 Rob signed it?
- 25 A. Yes.

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Page 311 Why did you write it? 1 Q. I don't know the answer to that. 2 Α. Why were you trying to make Mr. 3 Q. Eisenreich feel "secure" regarding "my CBO money"? 4 We were asking him for \$1,000,000. 5 I'm assuming it was referring to that. 6 Did Mr. Eisenreich convey to you that 7 Q. he needed to be secure regarding the loan? 8 Not specifically that way, no. 9 And then he replies on Wednesday, 0. 10 "Are you able to talk at around 4:00 or later? 11 Thanks." Do you recall getting that e-mail? 12 Not that specific e-mail, no. 13 Α. Do you recall talking to him in or 14 0. about the first week of June regarding the CBO 15 16 . money? You know what? This specific 17 Α. conversation I do not recall (indicating). 18 Who is negotiating the loan from Mr. 19 Q. Eisenreich on behalf of the hospital? 20 I mean, I think it was more than one 21 Α. person. I mean I talked to him, Paul talked to him. 22 I'm allowed to say that we asked for help from our 23 attorneys, right? 24 25 Yes. Q.

```
Page 312
                   We involved D.B. and Rob Burney
           Α.
 1
 2
    sometimes.
                But in terms of employees at the
 3
            0.
    hospital, it was either you or Mr. Mohrle?
 4
                   I would say yes. I think Marvin had
 5
            Α.
    a conversation with him once or twice, but I'm not
 6
    sure what that was about during the same period of
 7
 8
    time.
                   You're not sure if it was about the
 9
            Q.
10
     loan, correct?
                Correct.
            Α.
11
            Q. Are you positive that Mr. Mohrle had
12
     communications --
1.3
            Α.
                   Yes.
14
                   -- with Mr. Eisenreich regarding the
            Q.
15
16
     loan?
                   Yes, I am.
17
            Α.
                   Why are you positive of that fact?
18
            Q.
                   More than one of them took place
19
            Α.
     hands free in his office.
20
                   So on a conference call?
21
            Q.
                   Uh-huh.
            Α.
22
                   How long did the negotiation of the
23
            Q.
     loan last in terms of days? Did it go on for weeks?
24
                   I don't know.
25
            Α.
```